GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:4260
ANSWERED ON:15.12.2000
WORLD BANK LOAN TO ORISSA
BHARTRUHARI MAHTAB

Will the Minister of FINANCE be pleased to state:

(a) whether the World Bank has resumed the financing of projects in Orissa;

(b) If so, the details regarding the loan provided, alongwith fiscal reforms and power sector restructuring programmes; and

(c) the terms and conditions in regard to sanction this loan to Orissa Government:

Answer

The Minister of State in the Ministry of Finance (SHRI BALASAHEB VIKHE PATIL)

(a): The question of resumption does not arise beacuse the World Bank financing of projects in Orissa was not stopped.

(b): The details of the assistance provided by World Bank in Orissa are annexed.

The World Bank has provided a loan of $ 350 million for Orissa Power Sector Reforms and Restructuring Project, agreements for which were signed on 10.7.1996 and became effective on 7.10.96. The closing date of the project is 31.12.2002. As on 30.9.2000, $ 92.681 million has been disbursed under the project. As regard the Orissa Fiscal Reforms Project, it is underpreparation. The details of project scope, size and cost of the project will be known at the time of appraisal/approval of the project. Presently, there is no commitment from the World Bank to fund the aforementioned project.

(c): The Government of India has standard terms and conditions for passing the assistance under Externally Aided Projects to the States.

The funds are released to the States on the basis of 70% loan and 30% grant to non-special category States.The interest rate on the loan portion is currently at 12.5%. The repayment period is 20 years including a 5 years of grace period for 50% of the loan.

Annexure

ONGOING IBRD/INTERNATIONAL DEVELOPMENT ASSISTANCE PROJECT IN ORISSA

($ Million)

S.No.	Name of the project	Donor	Date of Agreement	Loan/Credit amount	Nature
1.	Orissa Water Resources Consolidation Project	IDA	05.01.1996	290.90	Orissa State
2.	Orissa Health Systems Development Project	IDA	13.08.1998	76.40	Orissa State
3.	Hydrology Project	IDA	22.09.1995	142.00	Multi-State
4.	Second National Highway Project	IDA IBRD	18.06.1992	153.00 153.00	Multi-State
5.	Shrimp & Fish Culture Project	IDA	29.01.1992	85.00	Multi-State
6.	National Agriculture Technology Project	IDA IBRD	22.06.1998	100.00 96.80	Multi-State
7	Cataract Blindness Control Project	IDA	19.05.1994	117.80	Multi-State

8. District Primary Education Project-II	IDA	15.07.1996	425.20	Multi-State
9. Reproductive and Child Health Services Project	IDA	30.07.1997	248.30	Multi-State
10. Tuberculosis Control Project	IDA	14.03.1995	142.40	Multi-State
11. Malaria Control Project	IDA	30.07.1997	164.80	Multi-State
12. Second AIDS Control Project	IDA	14.09.1999	194.75	Multi-State
13. Immunization Strengthening Project	IDA	19.05.2000	142.60	Multi-State